

INFORMATION REPORT

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Hungary

REPORT

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Construction Organizations

DATE DISTR.

19 January 1954

NO. OF PAGES

5

REQUIREMENT

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REFERENCES

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DATE OF INFO.

PLACE ACQUIRED.

1. The Hungarian Planning Institute (Országos Tervhivatal or OTH) prepares construction schedules for each year in advance and sends them to the Ministry of Construction for execution. It further allocates raw materials every three months to all industrial enterprises and agricultural producers through their respective ministries.
2. The Ministry of Construction distributes the work among the 19 trusts (tröszt) corresponding to the 19 counties (megye) and the 22 district construction divisions (kerületi építészeti osztály) in Budapest. The district construction divisions in Budapest are controlled by the Budapest City Council (Városi Tanács), not by an organization on a national level. The trusts, who receive large allocations of materials, have a more efficient organization than the district construction divisions.
3. Principal differences between trusts and district construction divisions are as follows:
 - a. Trusts usually have 800 to 1,000 workers, while district construction divisions have only 350 to 400.
 - b. Trusts receive military and semi-military orders, such as construction of barracks and air-raid shelters. District construction divisions usually do civilian work only, although such may occasionally include building air-raid shelters and installing warning sirens.
 - c. Trusts' employees receive 15 to 20 percent more in wages than employees of districts.
 - d. The technical manager of a trust must be a fully qualified civil engineer, while a director of a district organization needs no special qualifications.

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- . Local Party secretaries and trade union representatives in trusts are not required to have any other regular employment within the enterprise. However, Party functionaries in district organizations have additional duties. For example, the Party secretary of the district construction division in District Seven is also the paymaster and the trade union representative is a foreman.
- 4. An economic triumvirate (gazdasági háromszög) (director, technical manager, and chief accountant) and a political triumvirate (politikai háromszög) (director, Party secretary, and trade union representative) control the operations of both types of building organizations.
- 5. The chief of personnel in both types of organizations is in direct touch with the AVH (State Security Authority). He hires and fires workers by agreement with the political triumvirate and the security authorities, although the final decision on dismissals rests with the director (igazgató). The political triumvirate, together with the chief of personnel (személyzeti főnök) and the commissar for discipline (fegyelmi biztos), mete out punishment for disciplinary offenses.
- 6. The director of a trust or of a district construction division must be of proletarian origin and must be a Party member.

Annexes:

1. Organization of the National Planning Office.
2. Organization of the Budapest City Council.
3. Organization of the Budapest District VII Construction Division.

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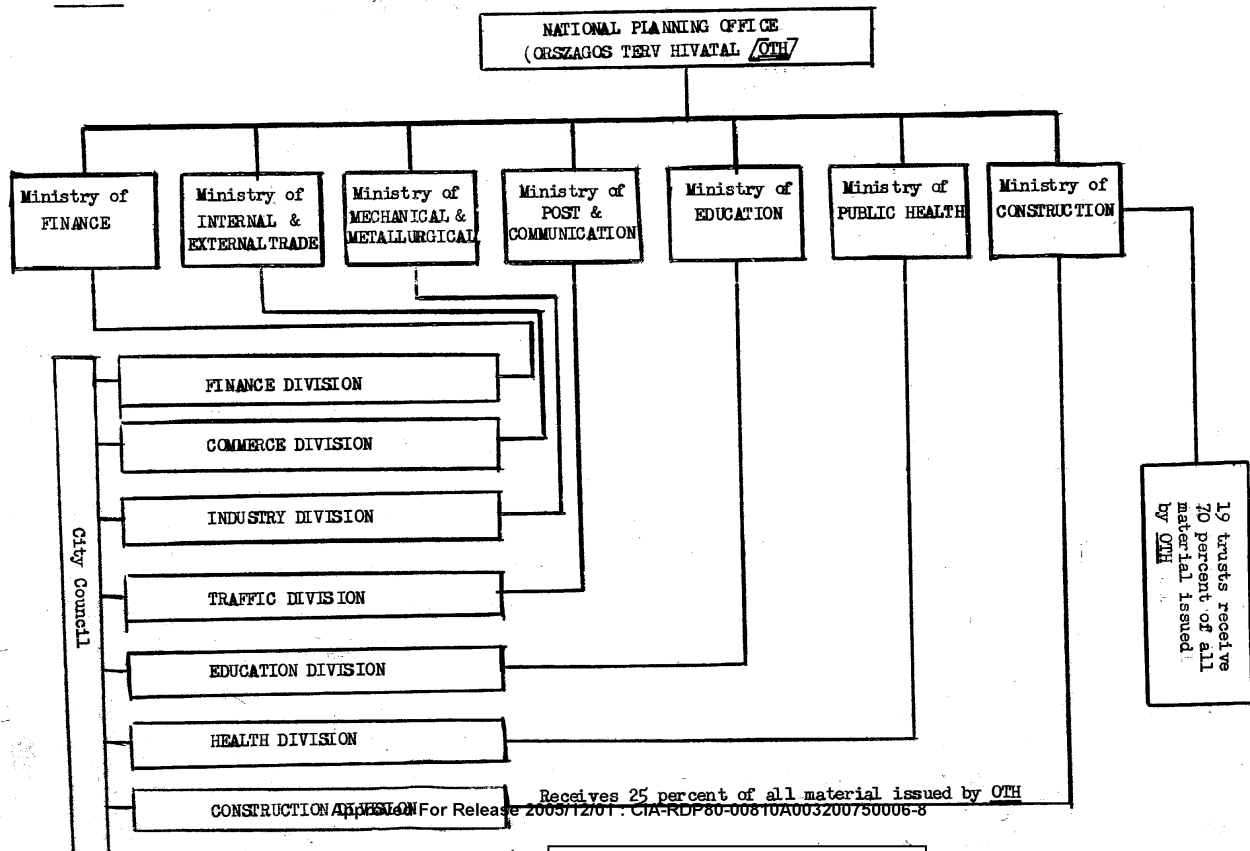
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ANNEX 1

ORGANIZATION OF THE NATIONAL PLANNING OFFICE



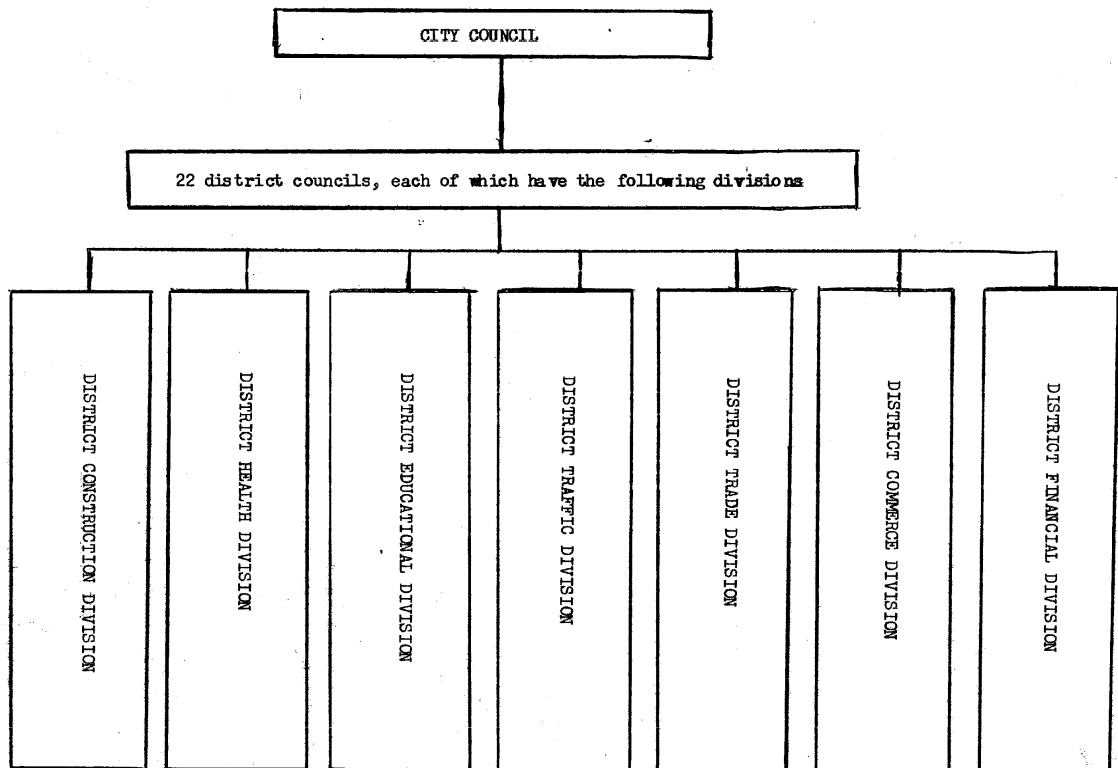
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ORGANIZATION OF THE BUDAPEST CITY COUNCIL

ANNEX 2



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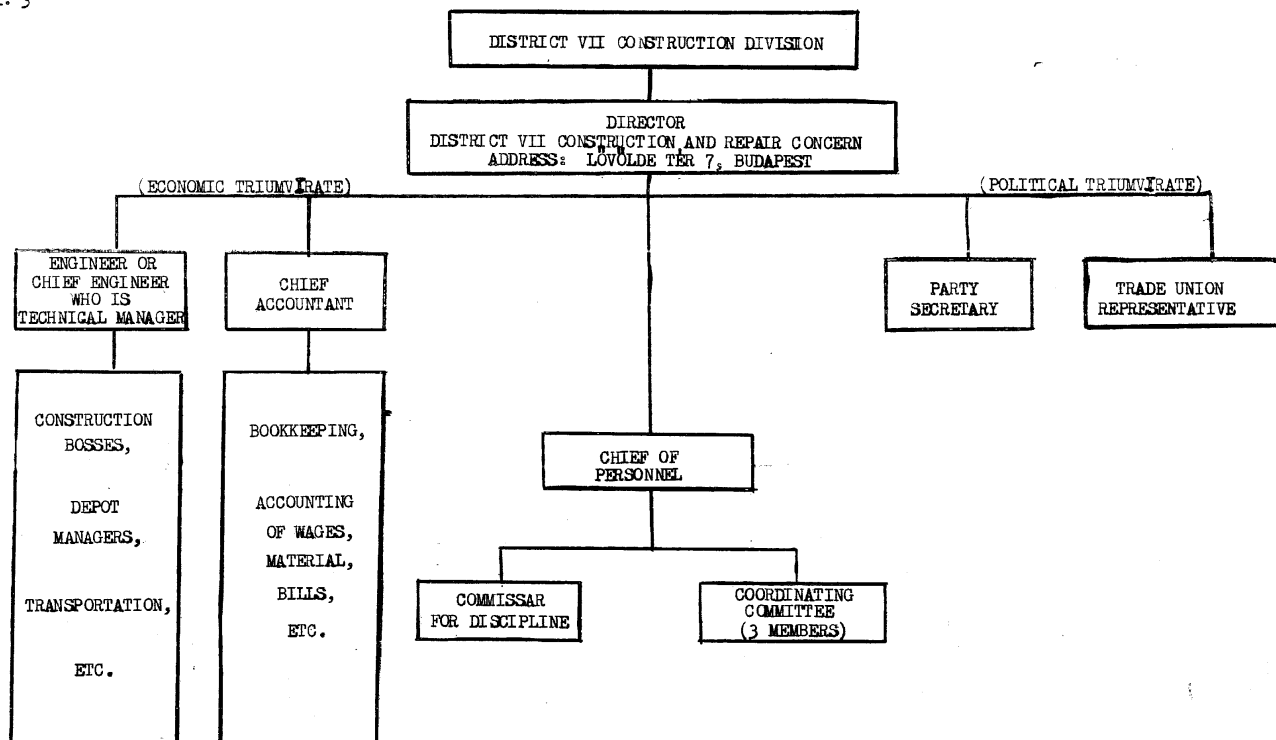
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ORGANIZATION OF THE BUDAPEST DISTRICT VII CONSTRUCTION DIVISION

Annex: 3



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